

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

H

W-03340A
Ho-Tye Water Company
580 W. Wickenburg Way
Wickenburg, AZ 85390

RECEIVED

APR 04 2007

AZ CORP COMM
Director-Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
----	----	------

FOR COMMISSION USE

ANN 04	06
--------	----

PROCESSED BY:

4-10-07 RF

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>WOODY'S ENTERPRISES, LTD dba HO-TYE WATER CO</u>		
Mailing Address <u>580 W. WICKENBURG WAY</u> (Street)		
<u>WICKENBURG</u> (City)	<u>ARIZONA</u> (State)	<u>85390</u> (Zip)
<u>(602) 256-6730</u> Telephone No. (Include Area Code)	<u>(602) 256-6785</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address <u>tlong@woodysent.com</u>		
Local Office Mailing Address <u>same as above</u> (Street)		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact:	<u>THOM LONG</u> (Name)	<u>GENERAL MANAGER</u> (Title)
<u>580 W. WICKENBURG WAY</u> (Street)	<u>WICKENBURG</u> (City)	<u>ARIZONA</u> (State)
<u>(602) 256-6730</u> Telephone No. (Include Area Code)	<u>(602) 256-6785</u> Fax No. (Include Area Code)	<u>85390</u> (Zip)
Email Address <u>tlong@woodysent.com</u>		
On Site Manager:	<u>ELOY ARMENDARIZ</u> (Name)	
 (Street)	<u>WICKIEUP</u> (City)	<u>ARIZONA</u> (State)
<u>(928) 785-2300</u> Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	<u>85360</u> (Zip)
Email Address _____		

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: PAUL ROBERTS

(Name)

239 S. CORTEZ STREET

(Street)

PRESCOTT

(City)

AZ

(State)

86303

(Zip)

(928) 445-8824

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☒ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME HO-TYE WATER

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	4,000.00		4,000.00
304	Structures and Improvements	2,606.00	2,479.00	127.00
307	Wells and Springs	8,480.00	8,056.00	424.00
311	Pumping Equipment	10,680.00	8,085.00	2,595.00
320	Water Treatment Equipment	1,275.00	635.00	640.00
330	Distribution Reservoirs and Standpipes	9,123.00	8,664.00	459.00
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	880.00	836.00	44.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	37,044.00	28,755.00	8,289.00

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

HO-TYE WATER

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	4,000.00		
304	Structures and Improvements	2,606.00	10%	261.00
307	Wells and Springs	8,480.00	10%	848.00
311	Pumping Equipment	10,680.00	10%	1067.00
320	Water Treatment Equipment	1,275.00	10%	127.00
330	Distribution Reservoirs and Standpipes	9,123.00	10%	912.00
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	880.00	10%	88.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	37,044.00		3,303.00

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$	\$
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$	\$
	FIXED ASSETS		
101	Utility Plant in Service	\$ 37,044.00	\$ 37,044.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	25,452.00	28,755.00
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 11,592.00	\$ 8,289.00
	TOTAL ASSETS	\$ 11,592.00	\$ 8,289.00

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

HO-TYE WATER

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	48,499.00	55,181.04
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 48,499.00	\$ 55,181.00
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 48,499.00	\$ 55,181.04
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(68,315.00)	(78,300.04)
218	Proprietary Capital (Sole Props and Partnerships)	31,408.00	31,404.00
	TOTAL CAPITAL	\$(36,902.00)	\$(46,892.04)
	TOTAL LIABILITIES AND CAPITAL	\$ 11,592.00	\$ 8,289.00

COMPANY NAME

HO-TYE WATER

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 975.00	\$ 970.25
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 975.00	\$ 970.25
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	235.00	785.83
618	Chemicals		
620	Repairs and Maintenance	964.00	320.61
621	Office Supplies and Expense		
630	Outside Services	1,118.00	1,488.98
635	Water Testing	3,425.00	2,588.88
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	1,514.00	1,366.08
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	3,303.00	3,303.00
408	Taxes Other Than Income		
408.11	Property Taxes	1,093.00	1,158.72
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 11,705.00	\$ 11,012.10
	OPERATING INCOME/(LOSS)	\$ (10,730.00)	\$ (10,041.85)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ 10,730.00)	\$ (10,041.85)

COMPANY NAME

HO-TYE WATER

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	NONE THIS YEAR			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ _____

Meter Deposits Refunded During the Test Year

\$ _____

COMPANY NAME	HO-TYE WATER
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-610869	1 - 1.5	35		12"	½"	

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	HO-TYE WATER
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: HO-TYE WATER	
Name of System	ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	3	1508		
FEBRUARY	3	650		
MARCH	3	732		
APRIL	3	1997		
MAY	3	2185		
JUNE	3	2070		
JULY	3	6756		
AUGUST	3	1516		
SEPTEMBER	3	1948		
OCTOBER	3	1350		
NOVEMBER	3	675		
DECEMBER	3	918		
TOTALS →		22,305		

What is the level of arsenic for each well on your system? .0021 mg/l

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

☒ Yes ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME HO-TYE WATER YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 1,158.72

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER

WOODY'S
ENTERPRISES, LTD.
580 W. WICKENBURG WAY • (928) 684-7868
WICKENBURG, ARIZONA 85390

JPMORGAN CHASE BANK, N.A.
91-2/1221

04/21/2006
DATE

84243
CHECK NUMBER

PAY EXACTLY

CHECK AMOUNT

*****21,791 Dollars and 22 Cents ✓ ***21,791.22 ✓

5709848

TO THE ORDER OF
MOHAVE COUNTY TREA
LEE E FABRIZIO
P.O. BOX 712
KINGMAN, AZ 86402
L 22211078A X(7)

WOODY'S ENTERPRISES, LTD.
ACCOUNTS PAYABLE
Sharon A. Parsons
AUTHORIZED SIGNATURE

THE BACK OF THIS DOCUMENT CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

⑈084243⑈ ⑆122100024⑆ 06307257⑈ ⑆0002179122⑆

FOR DEPOSIT ONLY
MOHAVE COUNTY TREASURER
KINGMAN OFFICE #1
6/1/2006

APR 27 06

JPMORGAN CHASE BANK, N.A.
FORT WORTH, TX 76127
⑈111901331⑈
5240208464

6013 74992

Location	Acct #	Check #	Amount	Issue Date	Paid Date	Sequence
CD	6307257	84243	\$21,791.22	4/27/2006	5240208464	
Customer Data	Bank #	GL Category	CD Valid/CIMS Key	CD Label		
	601	000000000000	20060428447601	20060428447601		

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER

WOODY'S
ENTERPRISES, LTD.
580 W. WICKENBURG WAY • (928) 884-7868
WICKENBURG, ARIZONA 85390

JPMORGAN CHASE BANK, N.A.
91-2/1221

10/23/2006
DATE

87279
CHECK NUMBER

PAY EXACTLY

CHECK AMOUNT

*****20,754 Dollars and 15 Cents

***20,754.15

OCT 25 2006

Hyd 2006 - 32011127 Thru 31119002 C (8)
Fyr 2006 - 31119002 C Thru
20215029 Thru 30413667 (3)

TO THE ORDER OF

MOHAVE COUNTY TREA
LEE E FABRIZIO
P.O. BOX 712
KINGMAN, AZ 86402

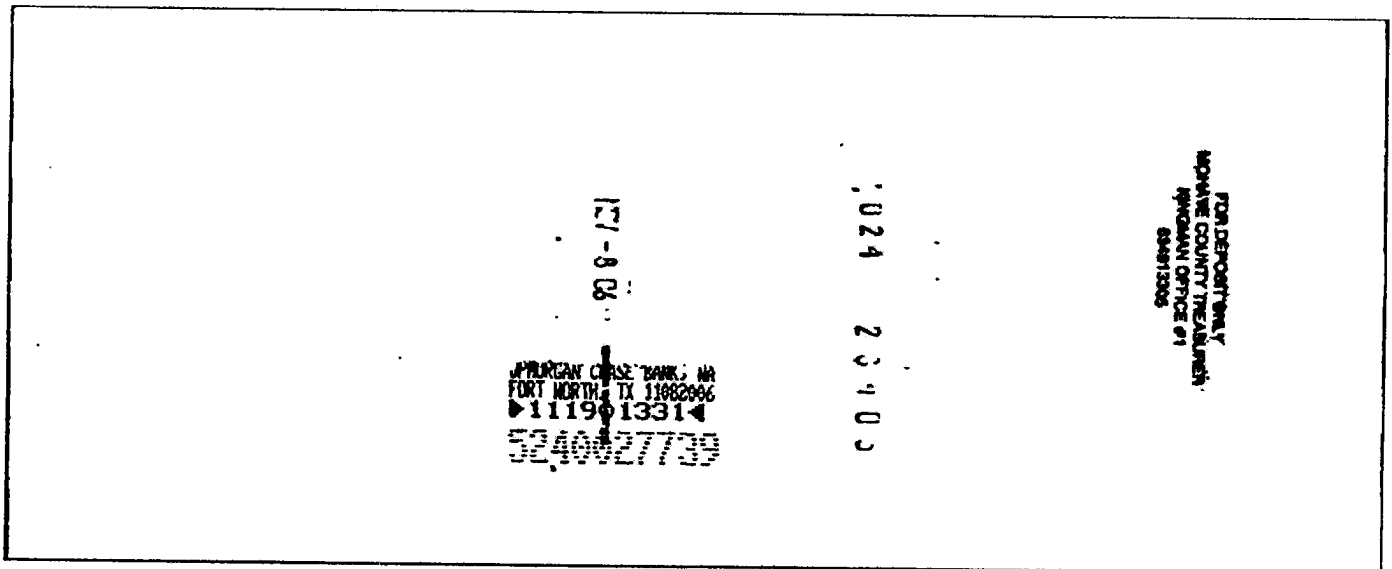
WOODY'S ENTERPRISES, LTD.
ACCOUNTS PAYABLE

[Signature]
AUTHORIZED SIGNATURE

5725391

THE BACK OF THIS DOCUMENT CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

⑈087279⑈ ⑆122100024⑆ 06307257⑈ ⑆0002075415⑈



Location	Acct #	Check #	Amount	Issue Date	Paid Date	Sequence
CD	6307257	87279	\$20,754.15	11/8/2006	5240027739	
Customer Data	Bank #	GL Category	CD Valid/CIMS Key	CD Label		
	601	000000000000	20061130437501	20061130437501		

RECEIVED

VERIFICATION
AND
SWORN STATEMENT
Taxes

APR 04 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) MARICOPA
NAME (OWNER OR OFFICIAL) TITLE JACK D. LOWE, PRESIDENT
COMPANY NAME HO-TYE WATER COMPANY

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

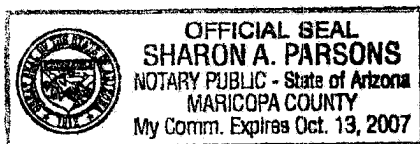
MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



[Signature]
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2

DAY OF

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2007</u>

(SEAL)

[Signature]
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Oct. 13, 2007

COMPANY NAME HO-TYE WATER

YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported NONE
Estimated or Actual Federal Tax Liability NONE

State Taxable Income Reported NONE
Estimated or Actual State Tax Liability NONE


Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances NONE
Amount of Gross-Up Tax Collected NONE
Total Grossed-Up Contributions/Advances NONE

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4-2-07
DATE

JACK D. LOWE
PRINTED NAME

PRESIDENT
TITLE

RECEIVED

APR 04 2007

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

AZ CORP COM
Director Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
MARICOPA
NAME (OWNER OR OFFICIAL) TITLE
JACK D. LOWE, PRESIDENT
COMPANY NAME
HO-TYE WATER COMPANY

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,027.00

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 56.75

IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

[Signature]
SIGNATURE OF OWNER OR OFFICIAL

(602) 256-6730

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2nd

DAY OF



OFFICIAL SEAL
SHARON A. PARSONS
NOTARY PUBLIC - State of Arizona
MARICOPA COUNTY
My Comm. Expires Oct 13, 2007

COUNTY NAME	Maricopa	
MONTH	April	2007

[Signature]
SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED

APR 04 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MARICOPA	
NAME (OWNER OR OFFICIAL) JACK D. LOWE	TITLE PRESIDENT
COMPANY NAME HO-TYE WATER COMPANY	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

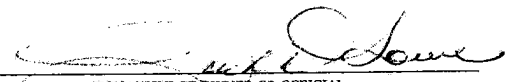
\$ 1,027.00

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 56.75

IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

(602) 256-6730

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

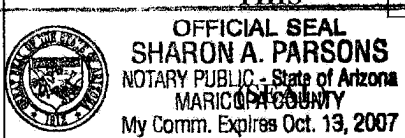
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2nd

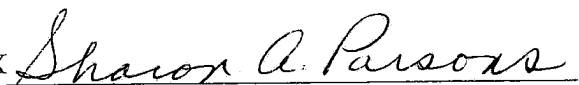
DAY OF

NOTARY PUBLIC NAME Sharon A. Parsons	
COUNTY NAME Maricopa	
MONTH April	2007



MY COMMISSION EXPIRES

Oct. 13, 2007

X 
SIGNATURE OF NOTARY PUBLIC